M/003/031

NOV 0 3 1997 SECRETARY, BOARD OF OIL, GAS & MINING

BEFORE THE BOARD OF OIL, GAS AND MINING DEPARTMENT OF NATURAL RESOURCES STATE OF UTAH

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IN THE MATTER OF THE

PETITION FILED BY THE

JOINT MOTION AND

STIPULATION TO SECOND

DIVISION OF OIL, GAS AND MINING

AMENDMENT OF THE FINDINGS OF FACT, CONCLUSIONS OF LAW

FOR AN ORDER REQUIRING

AND ORDER

IMMEDIATE RECLAMATION OF THE GROUSE CREEK QUARRY FROM

DOCKET NO. 97-016

UTAH BUILDING STONE SUPPLY.

CAUSE NO. M/003/031

BOX ELDER COUNTY, UTAH.

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:

In the above-captioned matter, the Board of Oil, Gas & Mining (the "Board") entered that certain "FINDINGS OF FACT, CONCLUSIONS OF LAW AND ORDER TO RECLAIM OR TO POST AN INTERIM SURETY" ("Board Order") on September 26, 1997. On October 14, 1997, The Division received a request for an extension of the time period for compliance by William and Preston Bown ("the Bowns") with the Board Order. The Division ("the Division") found the reason for this request, the death of an immediate family member, compelling and supported the Bowns' request. On October 15, 1997, the Board granted this amendment to the Board Order ("First Amendment").

The Division has since received a request for an extension of time from the Bowns. The Division has verified that the Barnes Banking Company is processing an application by the Bowns for a letter of credit as surety for the Grouse Creek Quarry. (EXHIBIT A). The Bowns have provided a letter to the Division and the Board explaining their need for an extension. (EXHIBIT B). Thus, the Division is willing to support the request from the Bowns for an extension of time. William Bown has signed the stipulation in both his individual capacity and as a partner with Preston Bown in Utah Building Stone Supply.

P. 01/01

STIPULATION

The DIVISION and the Bowns HEREBY STIPULATE AND AGREE to amend the "FINDINGS OF FACT, CONCLUSIONS OF LAW AND ORDER TO RECLAIM OR TO POST AN INTERIM SURETY", dated September 26, 1997 and the First Amendment as follows:

- 1. The time period for compliance is amended as follows: By no later than 4 p.m. in Salt Lake City on Wednesday, November 12, 1997, William Bown and Preston Bown shall, to the satisfaction of the Division, post an interim reclamation surety bond (e.g., cash deposit, certificate of deposit, corporate surety bond) in the exact amount of \$12,500.
- 2. The parties agree that the September 26, 1997 Board Order is not altered in any way not explicitly expressed in the Stipulation or the First Amendment.
- 3. For all purposes, a party's signature in a faxed copy of this stipulation shall be deemed the equivalent of a signed original.

AGREED to this 31st day of October, 1997.

DIVISION OF OIL, GAS, AND MINING

Assistant Attorney General

for Division of Oil, Gas and Mining

UTAH BUILDING STONE SUPPLY

partner with Preston Bown and in his individual capacity

FAX NO. 358384U

MOTION

The DIVISION and the Bowns request that the Board issue an order consistent with the Stipulation.

ORDER

Having read the JOINT MOTION AND STIPULATION TO SECOND

AMENDMENT OF THE FINDINGS OF FACT, CONCLUSIONS OF LAW AND ORDER submitted by the Division of Oil, Gas and Mining ("Division"), and William Bown in the above-referenced matter, for good cause, the Utah Board of Oil, Gas and Mining hereby grants the Motion based on the foregoing Stipulation and adopts the Stipulation as a Board Order.

For all purposes, the Chairman's signature in a faxed copy of this Order shall be deemed the equivalent of a signed original.

SO ORDERED this 3rd day of November, 1997.

STATE OF UTAH BOARD OF OIL, GAS & MINING

Dave D. Lauriski, Chairman

CERTIFICATE OF SERVICE

I hereby certify that I caused a true and correct copy of the foregoing JOINT MOTION AND STIPULATION TO SECOND AMENDMENT OF THE FINDINGS OF FACT, CONCLUSIONS OF LAW AND ORDER for Docket No. 97-016, Cause No. M/003/031 to be mailed by first-class mail, postage prepaid, this 4th day of November, 1997, to the following:

William Bown Utah Building Stone Supply 842 West 400 North West Bountiful, Utah 84087

Mike Ford Bureau of Land Management Salt Lake District Office 2370 South 2300 West Salt Lake City, Utah 84119

Sent by Hand Delivery to:

Patrick J. O'Hara Assistant Attorney General 1594 West North Temple, Suite 300 P.O. Box 140855 Salt Lake City, UT 84114-0855

Daniel G. Moquin Assistant Attorney General 1594 West North Temple, Suite 300 P.O. Box 140855 Salt Lake City, UT 84114-0855

Courtesy Copy to:

Lynn Kunzler, Senior Reclamation Specialist Division of Oil, Gas & Mining

Preston Bown Utah Building Stone Supply 842 West 400 North West Bountiful, Utah 84087

John Blake School and Institutional Trust Lands Administration 675 East 500 South, Suite 500 Salt Lake City, Utah 84102

Diane Rubey



8012952

Since 1891

October 29, 1997

Utah Division of Oil, Gas, and Mining Attn: Lowell Braxton 1594 West North Temple, Suite 1210 Box 145801 Salt Lake City, Utah 84114-5801

Via Facsimile Transmission to (801) 359-3940

RE: Utah Building Stone Supply/Bill Bown

Mr. Braxton;

Pursuant to a conversation earlier today with Wayne Hedberg, this letter is to confirm to you that Barnes Banking Company has received a request from Bill Bown of Utah Building Stone Supply to provide an irrevocable standby letter of credit listing the Utah Division of Oil, Gas and Mining as beneficiary. As I explained to you, the request was received Monday (10/27/97).

Due what is currently on my desk and because we are reliant on an appraiser and a title company to provide additional information, we will not be able to obtain final approval for approximately ten to fourteen days. If you have any questions, or would like to speak to me regarding this transaction, please feel free to contact me at 296-1010.

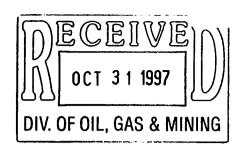
Sincerely,

Loan Officer.

Barnes Banking Company

/RWD





William L Bown
Utah Building Stone Supply
842 West 400 North
West Bountiful, Utah 84087
Tele/Fax 801-295-0601

Mr. Thomas Faddies, acting Board Chairman Department of Natural Resources Division of Oil, Gas and Mining 1594 West North Temple Suite 1210 Salt Lake City, Utah 84114-5801

Dear Mr. Faddies,

We find it necessary to petition the board for emergency relief from the established deadline in the Board's outstanding order for our procurement of a satisfactory surety for the Grouse Creek Quarry related reclamation.

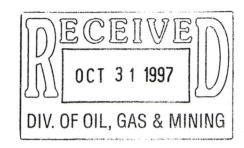
We have searched tirelessly for an agent willing to write a typical reclamation surety bond, but to this point have come up short. During the course of our efforts in this regard we opted to approach our bank to explore a possible Letter of Credit to be used for the Bond. As of this writing things are progressing well, but we have been informed by the bank officer that it will require several days to finalize all related documents etc. Hence, our request at this time. Please consider our position and render in our favor.

Sincerely,

William L Bown

Main L Bown

3/31



William L Bown Utah Building Stone Supply 842 West 400 North West Bountiful, Utah 84087 Tele/Fax 801-295-0601

Mr. Thomas Faddies, acting Board Chairman Department of Natural Resources Division of Oil, Gas and Mining 1594 West North Temple Suite 1210 Salt Lake City, Utah 84114-5801

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PHONE NO. :

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Sincerely,

William L Bown

Many L Bour

From:

Wayne Hedberg

To:

MWright

Date:

Subject:

10/30/97

Utah Building Stone, Grouse Creek Project - M/003/031 (Board Order)

Mary Ann,

This note is a followup to our discussion this afternoon regarding notification of the Board Chairman's direction on handling the outstanding Board Order. I called Utah Building Stone and left a voicemail message for William Bown advising him to send us a formal letter seeking Emergency Relief from the established deadline (now past) in the Board's outstanding Order.

I told Mr. Bown to address his letter to the acting Board Chairman, Thomas Faddies and to use the Division's address. I also told him to review, sign (if acceptable) and attach the revised stipulation we faxed to him yesterday to his letter seeking relief. The revised stipulation to the Board Order would effectively extend the deadline to file his interim reclamation bond another 14 days (if the Board also agrees).

I asked him to send this letter as soon as possible and to contact me or you if he had any further questions regarding same. I will also telefax a copy of this message to Utah Building Stone to confirm receipt of our instructions.

A COPY OF THIS NOTE WILL BE SENT TO THE GROUSE CREEK MINE FILE. - M/003/031

CC:

DMoquin, LBraxton, Mnrls

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Phone # 295-0601	Phone # d-538-5286						
Fax# 295-0601	Fax# 801-359-3940						

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Since 1891

October 29, 1997

Utah Division of Oil, Gas, and Mining Attn: Lowell Braxton 1594 West North Temple, Suite 1210 Box 145801 Salt Lake City, Utah 84114-5801

Via Facsimile Transmission to (801) 359-3940

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Sincerely,

Reed W. Dixon

Loan Officer,

Barnes Banking Company

/RWD

A history of strength, a future of security

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m/003/03/

4th Fay - Replaces # 3 Date Changed back to October

STIPULATION

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